Postal Rate Commission Submitted 8/3/2006 1:53 pm Filing ID: 51796 Accepted 8/3/2006

BEFORE THE POSTAL RATE COMMISSION WASHINGTON, D.C. 20268–0001

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Postal Rate And Fee Changes		Docket No. R2006-
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NOTICE OF UNITED STATES POSTAL SERVICE OF FILING OF SECOND ERRATA TO LIBRARY REFERENCE L-124 [Errata] (August 3, 2006)

The United States Postal Service hereby provides notice of the filing of errata to library reference L-124 (Special Services and Standard Mail Forwarding Pricing Spreadsheets (Mitchum)). The changes are small corrections to worksheets "WP-3 Certificates of Mailing," "WP-4 Confirm" and "WP-13 Fee Change Summary," as described in the following page. These changes have no impact on witness Mitchum's testimony, including his pricing proposals. The affected pages of LR-L-124 are attached, and the complete Excel file for LR-L-124, as revised, is also being filed.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

Daniel J. Foucheaux, Jr. Chief Counsel, Ratemaking

David H. Rubin

475 L'Enfant Plaza West, S.W. Washington, D.C. 20260-1137 (202) 268-2986; Fax -6187

SUMMARY OF CHANGES

The errata correct two errors in LR-L-124. The first affects both After Rates Volume and Revenue related to Certificates of Mailing, and the second is a descriptive error for Confirm.

WP-3 Certificates of Mailing

As a result of two erroneously hard coded cells (U20 and U22) in LR-L-124, and other formulas in the workbook, several additional cells were affected. The hard coded cells should have been populated with the following formulas:

U20 should have contained "='WP-15 Volume input Data'!H22" U22 should have contained "='WP-15 Volume input Data'!H24"

The cells that are affected by the errata are:

Worksheet	Cell(s)
WP-3 Certificates of	AD15, AD16, AD25, AM28, AM39, AM33,
Mailing	AM45, AM47, AM 50, AU28, AU30, AU33,
	AU45, AU47 and AU50
WP-13 Fee Change	B28, <i>B30</i> , B32, F28, F30, F32, H28, H30, H32
Summary	and <i>J32</i>

The italicized cells are not visibly affected as the changes are not sufficient to affect the rounded numbers.

WP-4 Confirm

There is a non-numerical error on WP-4 Confirm. The headings in cells K28 and K29 were incorrect, as follows:

K28 should have read "10th through 99th" K29 should have read "100th and more"

The revised headings are now consistent with witness Mitchum's testimony (USPS-T-40 at 18) and proposed Fee Schedule 991.

SPECIAL SERVICES CERTIFICATE OF MAILING TEST YEAR 2008

USPS-T-40 WP-3

		Volumes		Fe	es (\$)	Revenu			
		Test \					Percent		
Mail Class Type	FY 2005	Before Rates	After Rates	Current	Proposed	Before Rates	After Rates	Change 1	
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	
First Class	_	. ,	. ,	. ,		, ,	. ,	. ,	
Basic	2,154,340	2,033,202	2,007,942	\$ 0.95	\$ 1.05	1,931,541	2,108,339	10.53%	
Firm Book Mailing	389,896	367,972	363,401	\$ 0.30	\$ 0.35	110,392	127,190	16.67%	
Bulk: First 1,000 Pcs	45,184	42,643	42,114	\$ 4.75	\$ 5.50	202,556	231,624	15.79%	
Each Add'L. 1,000 Pcs	104,073	98,221	97,001	\$ 0.55	\$ 0.60	54,022	58,200	9.09%	
Total	2,693,493	2,542,038	2,510,457			2,298,510	2,525,354		
Priority									
Basic		58,325	50,875	\$0.95	\$1.05	55,408	53,419	10.53%	
Firm Book Mailing	1,992	2,131	1,859	\$0.30	\$0.35	639	651	16.67%	
Bulk: First 1,000 Pcs	597	639	557	\$4.75	\$5.50	3,034	3,065	15.79%	
Each Add'L. 1,000 Pcs	278	297	259	\$0.55	\$0.60	164	156	9.09%	
Total	57,375	61,392	53,551			59,246	57,290		
Standard Mail									
Basic	6,839	7,510	7,253	\$0.95	\$1.05	7,134	7,616	10.53%	
Firm Book Mailing	0	0	0	\$0.30	\$0.35	0	0	16.67%	
Bulk: First 1,000 Pcs	762	837	808	\$4.75	\$5.50	3,974	4,445	15.79%	
Each Add'L. 1,000 Pcs	0	0	0	\$0.55	\$0.60	0	0	9.09%	
Total	7,601	8,346	8,061			11,108	12,060		
Package Services									
Basic	70,702	75,206	71,788	\$0.95	\$1.05	71,446	75,377	10.53%	
Firm Book Mailing	1,005	1,069	1,020	\$0.30	\$0.35	321	357	16.67%	
Bulk: First 1,000 Pcs	0								
Each Add'L. 1,000 Pcs	0								
Total	71,707	76,275	72,808			71,767	75,734		
Total All Classes									
Basic		2,174,242	2,137,858	\$0.95	\$1.05	2,065,530	2,244,751	10.53%	
Firm Book Mailing	392,893	371,173	366,280	\$0.30	\$0.35	111,352	128,198	16.67%	
Bulk: First 1,000 Pcs	46,543	44,119	43,479	\$4.75	\$5.50	209,564	239,134	15.79%	
Each Add'L. 1,000 Pcs	104,351	98,518	97,260	\$0.55	\$0.60	54,185	58,356	9.09%	
Grand Total	2,830,176	2,688,052	2,644,878			2,440,631	2,670,439		

^{1/} Denotes the percentage change from the current fee to the proposed fee, or (Column 5 - Column 4)/Column 4.

Revised August 3, 2006

SPECIAL SERVICES CONFIRM® TEST YEAR 2008

USPS-T-40 WP-4

		Volumes		Fee	s (\$)	Revenue	5	
	FY 2005	Test Yea	ar 1/ After Rates	Current	Proposed	Before Rates	After Rates	Percent Change 2/
VALUE:	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Silver	16	16	N/A	\$2,000.00	N/A	32,000	N/A	N/A
Additional Scans	0	0	N/A	\$500.00	N/A	0	N/A	N/A
Gold	119	119	N/A	\$4,500.00	N/A	535,500	N/A	N/A
Additional Scans	1	1	N/A	\$750.00	N/A	750	N/A	N/A
Platinum	45	45	N/A	\$10,000.00	N/A	450,000	N/A	N/A
User Fee	N/A	N/A	180	N/A	\$5,000.00	N/A	900,000	N/A
Blocks of Units								
1st through 9th	N/A	N/A	919	N/A	\$70.00	N/A	64,330	N/A
10th through 99th	N/A	N/A	4,365	N/A	\$35.00	N/A	152,775	N/A
100th and more	<u>N/A</u>	N/A	22,868	N/A	\$17.50	N/A	400,190	N/A
Total	N/A	N/A	28,152	N/A		N/A	617,295	N/A
Additional IDs								
Quarter	292	0	0	\$500	\$750	0	0	50.0%
Annual	0	0	0	\$2,000	\$2,000	0	0	0.0%
Total	292	0	0			0	0	
Total						1,018,250	1,517,295	

^{1/} TYAR Volume is estimated based on base year usage by existing customers.

^{2/} Denotes the percentage change from the current fee to the proposed fee.

Revised August 3, 2006 SPECIAL SERVICES COST COVERAGES AND PERCENTAGE CHANGES USPS-T-40 WP-13

Service	After Rates Volume 1/ (000)	After Rates Cost Per Piece 2/ (\$)	After Rates Total Cost 3/ (000)	After Rates Revenue 1/ (000)	After Rates Cost Coverage (Col 4/Col 3)	After Rates Revenue Per Piece (Col 4/Col 1)	Before Rates Revenue 1/ (000)	Before Rates Volume 1/ (000)	Before Rates Total Cost 4/ (000)	Before Rates Cost Per Piece 2/ (\$)	Before Rates Cost Coverage (Col 9/Col 2)	Before Rates Revenue Per Piece (Col 7/Col 8)	After Rates Percentage Change (Col 6/Col 9)
Address Changes to Election Boards	(1) 82	(2) 0.32	(3)	(4)	(5) 99.7%	(6) 0.3200	(7)	(8)	(9)	(10) 0.32	(11) 87%	(12) 0.2800	(13) 14.29%
Address Correction - Manual Address Correction - Electronic	64,512	0.401	25,867	32,256		0.5000	48,533	64,711		0.40	187%	0.7500	-33.33%
First-Class Mail Other Address Correction - Automated (letters)	39,928 147,786	0.044 0.291	1,774 42,962	2,396 36,946		0.0600 0.2500	25,110 48,264	119,569 229,828		0.04 0.29	473% 72%	0.2100 0.2100	-71.43% 19.05%
First-Class Mail Standard Mail Total Address Correction	545,911 508,501 1,306,638	0.004 0.005	2,205 2,568 70,604	6,499 27,566 71,598	101.4%	0.0119 0.0542 0.0548	N/A N/A 121,907	N/A N/A 414,109		N/A N/A	N/A N/A	N/A N/A 0.2944	N/A N/A -81.39%
Address Sequencing	N/A	0.32	N/A	N/A	102.9%	0.3300	N/A	N/A		N/A	94%	0.3000	10.00%
Certificates of Mailing Basic Firm Book Mailing Bulk First 1,000 Bulk Additional 1,000 Total	2,138 366 43 97 2,645	0.75 0.26 3.77 0.38	1,598 96 164 36 1,894	2,245 128 239 58 2,670	141.0%	1.0500 0.3500 5.5000 0.6000 1.0097	2,066 111 210 54 2,441	2,174 371 44 99 2,688		0.75 0.26 3.77 0.38	127% 114% 126% 147%	0.9500 0.3000 4.7500 0.5500 0.9080	10.53% 16.67% 15.79% 9.09% 11.20%
Confirm [®]	·		1,894	,	141.0%	1.0097		·					
Silver Additional Scans Gold Additional Scans Platinum User Fee Blocks of Units	N/A N/A N/A N/A N/A			N/A N/A N/A N/A N/A 900		5,000.0000	32 0 536 1 450 N/A	16 0 119 1 45 N/A				2.0000 500.0000 4.5000 0.7500 10.0000 N/A	-100.00% -100.00% -100.00% -100.00% -100.00% N/A
1st through 9th 10th through 89th 90th and more Total Blocks of Units	1 4 23 28			64 153 400 617		70.0000 35.0000 17.5000	N/A N/A N/A 1,018	N/A N/A N/A 181				N/A N/A N/A	N/A N/A N/A
Additional IDs Quarter Annual Total Additional Ids	0 0			0 0		750.0000 2,000.0000	0 0 0	0 0 0				500.0000 2000.0000	50.00% 0.00%
Total Confirm	28	N/A	1,201	1,517	126.3%	53.5541	1,018	181				5.6257	851.96%
Correction of Mailing Lists (Per Address)	211	0.32	68	70	102.9%	0.3300	63	211		0.32	94%	0.3000	10.00%